

TRANSMITTAL SLIP		DATE
TO:		
ROOM NO.	BUILDING	
REMARKS:		
MS/DDA	<i>[Signature]</i>	21 AUG 1986
ADDA	<i>[Signature]</i>	22 AUG 1986
DDA	<i>[Signature]</i>	25 AUG 1986
D/OS RECEIVED A COPY.		
FROM:		
ROOM NO.	BUILDING	EXTENSION

EXECUTIVE SECRETARIAT
ROUTING SLIP

TO:		ACTION	INFO	DATE	INITIAL
1	DCI		X		
2	DDCI		X		
3	EXDIR		X		
4	D/ICS	X			
5	DDI				
6	DDA		X		
7	DDO		X		
8	DDS&T		X		
9	Chm/NIC				
10	GC		X		
11	IG				
12	Compt		X		
13	D/OLL		X		
14	D/PAO				
15	D/PERS				
16	VC/NIC				
17	D/OS/DA		X		
18					
19					
20					
21					
22					
SUSPENSE		12 Sept 86 <small>Date</small>			

Remarks To 4: Please consult with ADCI soonest and, following that, prepare response for DCI signature.

[Signature Box]

Executive Secretary
20 Aug 86

Date

3637 (10-81)

STAT

MAJORITY MEMBERS

JAMIE L. WHITTEN, MISSISSIPPI, CHAIRMAN
 EDWARD P. B. AND MASSACHUSETTS
 WILLIAM H. MATCHER, KENTUCKY
 NEAL SMITH, IOWA
 SIDNEY R. YATES, ILLINOIS
 DAVID R. OBEY, WISCONSIN
 EDWARD R. ROYBAL, CALIFORNIA
 LOUIS STOKES, OHIO
 TOM BEVILL, ALABAMA
 BILL CHAPPELL, JR., FLORIDA
 BILL ALEXANDER, ARKANSAS
 JOHN P. MURTHA, PENNSYLVANIA
 BOB TRAXLER, MICHIGAN
 JOSEPH D. EARLY, MASSACHUSETTS
 CHARLES WILSON, TEXAS
 LINDY (MRS. HALE) BOGGS, LOUISIANA
 NORMAN D. DICKS, WASHINGTON
 MATTHEW F. McHUGH, NEW YORK
 WILLIAM LEHMAN, FLORIDA
 MARTIN OLAV SABO, MINNESOTA
 JULIAN C. DIXON, CALIFORNIA
 VIC FAZIO, CALIFORNIA
 W.G. (BILL) HEFNER, NORTH CAROLINA
 LES AUCCON, OREGON
 DANIEL K. AKAKA, HAWAII
 WES WATKINS, OKLAHOMA
 WILLIAM H. GRAY III, PENNSYLVANIA
 BERNARD J. DWYER, NEW JERSEY
 BILL BOWER, TENNESSEE
 STENY H. HOYER, MARYLAND
 BOB CARR, MICHIGAN
 ROBERT J. MRAZEK, NEW YORK
 RICHARD J. DUBBIN, ILLINOIS
 RONALD D. COLEMAN, TEXAS
 ALAN B. MOLLOHAN, WEST VIRGINIA

Congress of the United States

House of Representatives

Committee on Appropriations

Washington, DC 20515

MINORITY MEMBERS

SILVIO O. CONTE, MASSACHUSETTS
 JOSEPH M. MCDADE, PENNSYLVANIA
 JOHN T. MYERS, INDIANA
 CLARENCE E. MILLER, OHIO
 LAWRENCE COUGHLIN, PENNSYLVANIA
 C.W. BILL YOUNG, FLORIDA
 JACK F. KEMP, NEW YORK
 RALPH REGULA, OHIO
 GEORGE M. O'BRIEN, ILLINOIS
 VIRGINIA SMITH, NEBRASKA
 ELDON RUDD, ARIZONA
 CARL D. PURSELL, MICHIGAN
 MICKEY EDWARDS, OKLAHOMA
 BOB LIVINGSTON, LOUISIANA
 BILL GREEN, NEW YORK
 TOM LOEFFLER, TEXAS
 JERRY LEWIS, CALIFORNIA
 JOHN EDWARD PORTER, ILLINOIS
 HAROLD ROGERS, KENTUCKY
 JOE SKREEN, NEW MEXICO
 FRANK R. WOLF, VIRGINIA
 BILL LOWERY, CALIFORNIA

CLERK AND STAFF DIRECTOR
 FREDERICK G. MOHRMAN

TELEPHONE:
 (202) 225-2771

Executive Registry

86- 3750X

August 13, 1986

Honorable William J. Casey
 Director of Central Intelligence
 Central Intelligence Agency
 Washington, D. C. 20505

Dear Mr. Casey:

In the course of reviewing the annual budget request for the National Foreign Intelligence Program (NFIP), the Committee is faced with a formidable task to allocate limited funds across many competing programs. We, therefore, find it necessary to consult not only with you and your staff, but also from time to time with industry officials whose expertise is necessary to ensure that Congress makes fully informed decisions.

I am writing to request your assistance in correcting a misconception under which many industry officials seem to labor -- mainly that your staff must be notified if industry representatives have contact with members of Congress or Committee staff on any NFIP programs. I could understand such a requirement based on security concerns, but this is also apparently occurring even when it is documented that the Committee and industry officials have the appropriate security clearances. Moreover, as I am sure you must be aware, Members of Congress, by virtue of their office, are permitted unimpeded access to classified information except under the most extraordinary circumstances. Finally, the Department of Defense does not find it necessary to require either prior approval of industry contact with Congress nor does it insist that all such contact be reported after the fact even on sensitive classified programs when the proper security procedures are observed by all parties.

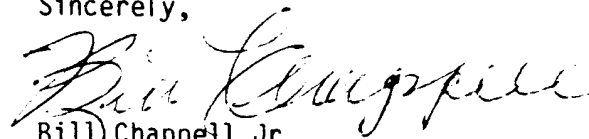
In order to facilitate the unimpeded flow of information to the Committee, it would be appreciated if you would ensure that the intelligence community understands that industry officials have no responsibility, when proper security measures are in effect, to clear in advance or subsequently report any contact with Committee Members or appropriately cleared Committee staff. Moreover, to leave no doubt that proper security is maintained, it is requested that no later than September 15, 1986 the Committee be furnished a list of every commercial concern with significant NFIP business as either a

CO/A REGISTRY
 FILE: 60-4

prime or a major subcontractor. This list should identify a point of contact for each firm and certify that the identified individual has the proper clearances to provide information the Committee may require in the conduct of its business. Moreover, it is also requested that the intelligence community provide each identified industry point of contact verification of the clearances held by the Members and pertinent staff of the Committee no later than September 15, 1986. Finally, to take every precaution that no security breaches occur, beginning November 1, 1986 a monthly report should be made to the Committee verifying that the clearances of all industry points of contact remain current.

I would appreciate your expeditious response on this matter. If additional details are required, your staff may wish to contact Mr. Bob Davis of the Committee staff for assistance.

Sincerely,

A handwritten signature in cursive script, appearing to read "Bill Chappell, Jr.", written in dark ink.

Bill Chappell, Jr.
Chairman
Defense Subcommittee